COMMONWEALTH OF MASSACHUSETTS DEPARTMENT OF TELECOMMUNICATIONS AND ENERGY

ATTORNEY GENERAL'S FIRST SET OF DOCUMENT AND INFORMATION REQUESTS

D.T.E. 05-8

Respondent: Theodore Poe, Jr.

Information Request AG-1-4

- Q. Refer to Exhibit EDA-1, page 6, lines 10-14. Based on the past 5 years has the commodity cost of gas ever been in excess of the cost of DOMAC supplies under the pricing terms of the proposed FCS027 agreement? If yes, please provide a comparison of winter monthly commodity prices for other resources and the DOMAC commodity price equivalent for each of the past 5 years. Include all workpapers, calculations and assumptions supporting the response.
- A. Yes, see the attached AG 1-4 Attachment (a) (confidential). For the period November 1999 through August 2001 and the period November 2002 through April 2005 (except for the month of November 2003), the commodity cost of gas for the Company's pipeline supplies exceeded the cost of the DOMAC FCS027 supply. This was due to the unique look back pricing structure of the agreement.